

Health Services and Development Agency

Communique

A MONTHLY PUBLICATION OF THE
HEALTH SERVICES AND DEVELOPMENT AGENCY

Andrew Jackson State Office Building
500 Deaderick Street, Suite 850
Nashville, TN 37243
615.741.2364

**SEPTEMBER
2010**

For Meeting verification/change or agenda information, please call
the Agency Office or check our website at www.tn.gov/hsda

HEALTH SERVICES & DEVELOPMENT AGENCY

Chair..... Carl Koella, III
Vice-ChairCharles Handorf, M.D.
Executive Director Melanie Hill
General Counsel Reid A. Brogden

Department of Health, Division of Health Statistics,
Office of Policy, Planning and Assessment
615.741.1954
Department of Mental Health and Developmental Disabilities,
Office of Policy Planning
615.532.6500

Office Hours are 8:00 a.m. to 4:30 p.m., Central Time, Monday through Friday

ALL RECORDS ARE PUBLIC INFORMATION

CALENDAR

The Health Services and Development Agency office will be closed in 2010 on the following days:

Friday, January 1 – New Year's Day
 Monday, January 18 – Martin Luther King Day
 Monday, February 15 – President's Day
 Friday, April 2 – Good Friday
 Monday, May 31 – Memorial Day
 Monday, July 5 – Independence Day observed
 Monday, September 6 – Labor Day

* Monday, October 11 – Columbus Day "*will be substituted for the day after Thanksgiving at the Governor's discretion.*"
 Thursday, November 11 – Veteran's Day
 Thursday, November 25 – Thanksgiving Day
 * Friday, November 26 – substituted for Columbus Day
 Friday, December 24 – Christmas Eve
 Friday, December 31 – New Year Eve

2010 REVIEW CYCLE

2010 Cycle	Publication Dates- Letter of Intent	Application	HSDA Meeting Dates	* End of Appeal Period
January	12/01/09-12/10/09	5 days after Publication	03/24/09	04/08/10
February	01/01/10-01/10/10	"	04/28/10	05/13/10
March	02/01/10-02/10/10	"	05/26/10	06/10/10
April	03/01/10-03/10/10	"	06/23/10	07/08/10
May	04/01/10-04/10/10	"	07/28/10	08/12/10
June	05/01/10-05/10/10	"	08/25/10	09/09/10
July	06/01/10-06/10/10	"	09/22/10	10/07/10
August	07/01/10-07/10/10	"	10/27/10	11/11/10
September	08/01/10-08/10/10	"	11/17/10	12/02/10
October	09/01/10-09/10/10	"	12/15/10	12/30/10
November	10/01/10-10/10/10	"	01/26/11	02/10/11
December	11/01/10-11/10/10	"	02/23/11	03/10/11

In the event that the last appropriate filing date falls on a Saturday, Sunday, or legal holiday, such filing should occur on the preceding business day.

* Appeal deadline is 15 days after meeting date

STATE OF TENNESSEE POLICY OF NON-DISCRIMINATION

PURSUANT TO THE STATE OF TENNESSEE'S POLICY OF NON-DISCRIMINATION, THE HEALTH SERVICES AND DEVELOPMENT AGENCY DOES NOT DISCRIMINATE ON THE BASIS OF RACE, SEX, RELIGION, COLOR, NATIONAL OR ETHNIC ORIGIN, AGE, DISABILITY OR MILITARY SERVICE IN ITS POLICIES OR IN THE ADMISSION OR ACCESS TO, OR TREATMENT OR EMPLOYMENT IN, ITS PROGRAMS, SERVICES OR ACTIVITIES.

EQUAL EMPLOYMENT OPPORTUNITY/AFFIRMATIVE ACTION INQUIRIES OR COMPLAINTS SHOULD BE DIRECTED TO THE HEALTH SERVICES AND DEVELOPMENT AGENCY EEO/AA COORDINATOR OR OFFICER, HEALTH SERVICES AND DEVELOPMENT AGENCY, 500 DEADERICK STREET, SUITE 850, NASHVILLE, TN 37243. TELEPHONE No.: 615/741-2364. ADA INQUIRIES OR COMPLAINTS SHOULD BE DIRECTED TO THE HEALTH SERVICES AND DEVELOPMENT AGENCY'S ADA COORDINATOR: REID BROGDEN, HEALTH SERVICES AND DEVELOPMENT AGENCY, 500 DEADERICK STREET, SUITE 850, NASHVILLE, TN 37243. TELEPHONE NO.: 615/741-2364.

HEALTH SERVICES AND DEVELOPMENT AGENCY MEETINGS

THSDA Meetings are scheduled to be held at
8:30 a.m. CDT/CST
at the following locations:

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September - December *

Legislative Plaza
Room 12
Sixth Avenue North & Union Street
Nashville, TN

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* Meeting locations are subject to change

** All meetings of the Health Services and Development Agency are posted
on the Agency's website at www.tn.gov/hsda

EXECUTIVE DIRECTOR'S ANNOUNCEMENTS:

PLEASE NOTE:

In order that the Agency members may have sufficient time to review the meeting packet, please submit all support, rebuttal and comments for matters on the Agency's agenda no later than noon (Central Time) on the thirteenth day before the meeting at which that matter will be Heard. The parties are encouraged to provide 26 copies. In accordance with T.C.A., Section 68-11-1609(g)(1), any health care institution wishing to oppose a Certificate of Need application must file a written objection with the Agency and serve a copy on the applicant no later than fifteen days before the agency meeting at which time the application is originally scheduled.



Health Services and Development Agency
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This document was promulgated at a cost of 93¢ per copy.
SEPTEMBER 2010

HEALTH SERVICES AND DEVELOPMENT AGENCY
COMMUNIQUE
SEPTEMBER 2010
PAGE -3-

RESULTS OF APPLICATIONS HEARD AT THE AUGUST MEETING

Dayton Medical Investors, LLC dba Life Care
Center of Rhea County
Unaddressed site on Manufacturers Road
Dayton (Rhea County), TN 37321
CN1003-013
Contact Person: Cindy S. Cross, Sr. Director of
Legal Service
Phone No.: 423-473-5867

DEFERRED FROM THE JUNE MEETING
DENIED

The relocation and replacement of an eighty-nine (89)*
bed nursing home located at 7824 Rhea County Highway,
Dayton (Rhea County), TN 37321 to an unaddressed site
on Manufacturers Road, Dayton (Rhea County), TN
37321. No new beds are requested, no services will be
initiated or discontinued, and no medical equipment is
requested.

\$ 15,094,887.00

* These beds **will not be** subject to the Nursing Home
Bed Pool for 2009-2010.

Campbell Clinic
1211 Union Avenue
Memphis (Shelby County), TN 38104
CN1005-021
Contact Person: Kim H. Looney, Esq.
Phone No. 615-850-8722

APPROVED

The initiation of magnetic resonance imaging (MRI)
services and the acquisition of an MRI from Semmes-
Murfhey Clinic. Campbell Clinic will continue to operate
the MRI at its current location.

\$ 778,843.00

University of Tennessee Medical Center
1924 Alcoa Highway
Knoxville (Knox County), TN 37920
CN1005-022
Contact Person: Jerry W. Taylor, Esq.
Phone No. 615-726-1200

APPROVED

The construction of an addition to the existing surgery
facilities consisting of approximately 28,000 square feet of
space to house thirteen (13) new operating rooms. The
project also includes the renovation of approximately
12,000 square feet of existing space in the surgical
facilities and a new endovascular suite in space currently
housing three (3) small operating rooms and a storage
space. This will result in a net addition of ten (10)
operating rooms and one (1) endovascular suite. Major
medical equipment to be acquired is a new endovascular
lab and related equipment. The expansion project will be
on the main campus. No new services will be initiated
and no current services will be discontinued. This project
does not involve any inpatient beds.

\$ 18,432,272.00

GENERAL COUNSEL'S REPORT

Vanderbilt Health Services d/b/a Vanderbilt Maury
Radiation Oncology, L.L.C.
Unassigned parcel in the Parkway Business Center
Spring Hill (Maury County), TN 37174
CN0804-024A
Contact Person: Ronald W. Hill, Vice President,
Strategic Development
Phone No. 615-936-6012

APPROVED

[18 month extension to March 1, 2012]

Request for a six (6) month extension of the expiration
date from September 1, 2010 to March 1, 2011. This
project was approved on July 23, 2008 for the
establishment of an ambulatory surgical treatment center
(ASTC), single specialty, limited to the initiation of
megavoltage radiation therapy services and the
acquisition of a linear accelerator. The project cost is
\$7,385,128.00.

APPLICATIONS TO BE HEARD AT THE SEPTEMBER MEETING

Centennial Medical Center Emergency
Department at Spring Hill
Unaddressed site at Saturn Parkway and Kedron
Road
Spring Hill (Maury County), TN 37174
CN1006-023
Contact Person: John L. Wellborn, Consultant
Phone No. 615-665-2022

The establishment of a satellite emergency department facility in the city of Spring Hill by Centennial Medical Center which is a licensed 606-bed general hospital. This satellite facility will provide emergency diagnostic and treatment services for which all necessary diagnostic services will be available, including laboratory, X-ray, ultrasound, and CT scanning. It will not contain any major medical equipment, or initiate or discontinue any other health service, or affect any facility's licensed bed complements.
\$ 9,095,546.00

Hillside Hospital
1265 East College Street
Pulaski (Giles County), TN 38478
CN1006-024
Contact Person: John L. Wellborn, Consultant
Phone No. 615-665-2022

The acquisition of a fixed lithotripter and the initiation of full-time lithotripsy services. This will replace the hospital's mobile lithotripsy service currently provided under CN0302-011A, which will be discontinued upon approval or implementation of the fixed service. Hillside Hospital is a licensed 95-bed general hospital. The project does not contain any other major medical equipment or initiate or discontinue any other health service; and it will not affect the facility's licensed bed complements.
\$ 274,750.00

Parkridge Medical Center
2333 McCallie Avenue
Chattanooga (Hamilton County), TN 37404
CN1006-025
Contact Person: Jerry W. Taylor, Esq.
Phone No. 615-726-1200
DEFERRED TO THE DECEMBER MEETING

The conversion and re-designation of twenty-five (25) geriatric psychiatric beds to twenty-five (25) acute medical surgical beds. Upon approval/implementation Parkridge Medical Center will no longer provide adult psychiatric services at this campus. The main campus of Parkridge Medical Center has 275 licensed general hospital beds, and the total number of licensed hospital beds at the main campus will not change as a result of this project.
\$ 1,535,948.00

Parkridge Medical Center d/b/a
Parkridge Valley Adult Services
7351 Courage Way
Chattanooga (Hamilton County), TN 37421
CN1006-026
Contact Person: Jerry W. Taylor, Esq.
Phone No. 615-726-1200
DEFERRED TO THE DECEMBER MEETING

The conversion and re-designation of 32 child and adolescent psychiatric beds and 32 residential beds to 64 adult psychiatric beds. The facility is currently owned by ABS Lincs TN, Inc. and is licensed as a mental health hospital. After its acquisition by Parkridge Medical Center, Inc. and upon implementation of this Certificate of Need, the name will be changed to Parkridge Valley Adult Services and it will be licensed as a satellite hospital of Parkridge Medical Center, Inc. This will result in a 32 hospital bed increase at Parkridge Valley Adult Services (these 32 beds are currently licensed as residential C & A mental health treatment beds). If the companion application of Parkridge Valley Hospital, (also a satellite facility of Parkridge Medical Center), CN1006-027, which includes the de-licensure of 22 hospital beds is approved, the result will be a net increase of 10 hospital beds for Parkridge Medical Center, Inc.
\$ 4,748,159.00

APPLICATIONS TO BE HEARD AT THE SEPTEMBER MEETING

Parkridge Valley Hospital
2200 Morris Hill Road
Chattanooga (Hamilton County), TN 37421
CN1006-027
Contact Person: Jerry W. Taylor, Esq.
Phone No. 615-726-1200

The addition of sixteen (16) child and adolescent psychiatric beds. These beds were previously added to the license of Parkridge Medical Center, Inc. dba Parkridge Valley Hospital pursuant to Emergency Certificate of Need (CON) number CN1001-005YAE, which expires on September 26, 2010. The proposed CON would replace the emergency CON and make the sixteen (16) bed addition permanent. Parkridge Valley Hospital is a satellite hospital of Parkridge Medical Center.
\$ 135,500.00

Tennessee Sports Medicine Surgery Center
5002 Crossing Circle, Suite 110
Mt. Juliet (Wilson County), TN 37122
CN1006-028
Contact Person: Chad Stevens, Vice President
Phone No. 615-329-9000

The conversion of one (1) procedure room to one (1) operating room, the opening of its medical staff to other orthopedic medicine specialists and pain management physicians in addition to those employed by the professional corporation of Dr. Charles R. Kaelin, Tennessee Sports Medicine, P.C., or its predecessor (TSMSC) and the elimination of limits on types of outpatient orthopedic surgery permissible in this surgery center. If the CON application is approved the TSMSC will physically have two (2) operating rooms and one (1) procedure room. No inpatient beds and no major medical equipment are affected by this project. The applicant surgery center will still be limited to outpatient orthopedic surgery and pain management procedures.
\$ 132,423.00

GENERAL COUNSEL'S REPORT

Methodist LeBonheur Germantown Hospital
7691 Poplar Avenue
Germantown (Shelby County), TN 38138
CN0609-077A
Contact Person: Carol Weidenhoffer, Director of Planning
Phone No. 901-516-0679

Request for a six (6) month extension of the expiration date from February 1, 2011 to August 1, 2011. This project was approved on December 20, 2006 for 1) new construction and renovation; and 2) the transfer of one hundred (100) acute care beds to Methodist Le Bonheur Germantown Hospital from other Methodist Healthcare-Memphis Hospitals' (MHMH) license and all beds are within Shelby County. This project does not change MHMH's total licensed bed complement of 1,551 general hospital beds. The project cost is \$124,010,067.00.

APPLICATIONS TO BE HEARD AT THE OCTOBER MEETING

* Tennessee Quality Hospice
29 North Star Drive, Suite G
Jackson (Madison County), TN 38305
CN1008-036
Contact Person: Jerry W. Taylor, Esq.
Phone No. 615-726-1200

CONSENT CALENDAR

The relocation of the parent office from 207B U.S. Highway 641, Camden (Benton County), TN to 29 North Star Drive, Suite G, Jackson (Madison County), TN. The current parent office location would become a branch office. The proposed parent office location is currently a branch office. Tennessee Quality Hospice is currently licensed to serve the following counties: Benton, Carroll, Cheatham, Chester, Crockett, Decatur, Dickson, Dyer, Gibson, Hardeman, Hardin, Haywood, Henderson, Henry, Hickman, Houston, Humphreys, Lake, Lauderdale, Lawrence, Lewis, Madison, Maury, McNairy, Montgomery, Obion, Perry, Stewart, Wayne, Weakley and Williamson. No new services are being initiated and no counties are being added to the licensed service area.
\$ 10,500.00

McCabe Eye Surgery Center
Unaddressed site on Medical Center Parkway
Murfreesboro (Rutherford County), TN 37129
CN1007-029
Contact Person: John L. Wellborn, Consultant
Phone No.: 615-665-2022

The establishment of an ambulatory surgical treatment center (ASTC) limited to ophthalmic procedures in a medical office building being constructed at an unaddressed site on the south side of Medical Center Parkway, Murfreesboro (Rutherford County), TN approximately 300 yards west of its intersection with Memorial Boulevard (Highway 96). This project replaces unimplemented Certificate of Need (CN0807-042A) which will be surrendered upon approval of this application. This project will include one (1) operating room. The project does not contain any major medical equipment or initiate or discontinue any other health service; and it will not affect any facility's licensed bed complements.
\$ 2,189,761.00

NHC HealthCare, Tullahoma
Unaddress site on Cedar Lane and 7th Street
Tullahoma (Coffee County), TN 37388
CN1007-030
Contact Person: Bruce K. Duncan, Assistant Vice President
Phone No.: 615-890-2020

The relocation of Certificate of Need CN0807-050A for NHC HealthCare, Tullahoma comprised of sixty (60) nursing home beds, and the addition of thirty (30)* new Medicare certified nursing home beds for a total of ninety (90) beds to be located on a yet to be determined address on Cedar Lane and Seventh Street, Tullahoma (Coffee County), TN. The project is part of a continuum of care program which will offer, in addition to the ninety (90) bed nursing center, assisted living units specializing in dementia care.
\$ 14,449,438.00

*These beds are subject to the 125 Nursing Home Bed Pool for 2010-2011.

APPLICATIONS TO BE HEARD AT THE OCTOBER MEETING

Physicians Surgery Center of Knoxville
1819 Clinch Avenue
Knoxville (Knox County), TN 37929
CN1007-031
Contact Person: Noel Falls, Consultant
Phone No.: 251-929-1003

The replacement and relocation of the existing ambulatory surgical treatment center (ASTC), comprised of six (6) operating rooms, one (1) procedure room, and support spaces accommodated in approximately 18,000 GSF, with the construction of a new facility consisting of five (5) operating rooms and support spaces to be accommodated in approximately 14,000 GSF. The existing facility is located at 2761 Sullins Street, Knoxville (Knox County), TN. The replacement facility will be located in leased space on the second floor of a medical office building currently under construction on the campus of, and adjacent to, Fort Sanders Regional Medical Center at 1819 Clinch Avenue, Knoxville (Knox County), TN.

\$ 7,534,451.00

Friendship Private Duty, Inc.
333 Plus Park Blvd.
Nashville (Davidson County), TN 37217
CN1007-032
Contact Person: E. Graham Baker, Jr., Esq.
Phone No.: 615-370-3380

The establishment of a home health agency to serve patients in the following twenty-four (24) counties: Bedford, Cannon, Cheatham, Coffee, Davidson, DeKalb, Dickson, Franklin, Grundy, Hickman, Humphreys, Macon, Marshall, Maury, Montgomery, Robertson, Rutherford, Smith, Sumner, Trousdale, Van Buren, Warren, Williamson and Wilson. The new home health agency will provide a full range of home health services to all eligible patients including but not limited to skilled nursing, physical therapy, occupational therapy, speech therapy, social work and home health aide services, and will target private duty patients. Following approval and licensure of this new home health agency, Friendship Private Duty, Inc. will voluntarily surrender CN0802-009A which was approved on May 28, 2008 for a home health agency limited to serve private duty patients in the same twenty-four (24) counties. Friendship Home Health Agency, LLC, currently licensed for fourteen (14) of the twenty-four (24) counties mentioned above, will discontinue providing care to private duty patients and Friendship Home Health, Inc., currently licensed for ten (10) of the twenty-four (24) counties mentioned above, will discontinue providing care to private duty patients. The net effect of this Certificate of Need application is to move all private duty services from two existing agencies into one (1) agency which will provide home health care services to all eligible patients, but will target private duty patients. No other health services will be initiated or discontinued.

\$ 99,905.00

APPLICATIONS TO BE HEARD AT THE OCTOBER MEETING

SunBridge Regency-Tennessee Inc. d/b/a
Cumberland Village Care and Rehabilitation Center
136 Davis Lane
LaFollette (Campbell County), TN 37766
CN1007-034
Contact Person: Christopher C. Puri, Esq.
Phone No.: 615-252-4643

The modification and renovation of the existing 182 bed
licensed nursing home facility. There will be no change in
the number of beds at the facility, no new services will be
initiated and no services will be discontinued.
\$ 3,415,147.00

APPLICATIONS TO BE HEARD AT THE NOVEMBER MEETING

Renaissance Surgery Center of Chattanooga
1801 Gunbarrel Road
Chattanooga (Hamilton County), TN 37421
CN1007-033
Contact Person: William H. West, Esq.
Phone No. 615-726-5600

The establishment of an ambulatory surgical treatment center (ASTC) with two (2) operating rooms and one procedure room. This project will be limited to the delivery of outpatient ophthalmological, plastic, and podiatric surgical cases and procedures only. No major medical equipment or inpatient beds are affected by this project.
\$ 852,003.00

Cookeville Regional Medical Center
1 Medical Center Boulevard
Cookeville (Putnam County), TN 38501
CN01008-035
Contact Person: Bernard Mattingly, CEO
Phone No. 931-783-2000

The construction of six (6) new operating room suites, renovation and expansion of pre-operative and post-operative care areas, and the renovation of various support areas in the existing surgery department located on the hospital's main campus. As a result of the project, the hospital will increase the total number of operating rooms from ten (10) to sixteen (16). The project does not involve the addition of beds, the initiation of new services or the acquisition of major medical equipment.
\$ 19,046,316.00

Franklin Transitional Care
400 N. State of Franklin Rd
Johnson City (Washington County), TN 37604
CN1008-037
Contact Person: Tony Benton, VP, Strategic Planning
Phone No. 423-431-6824

The relocation of Franklin Transitional Care, a thirteen (13) bed skilled nursing facility, from the existing location in James H. and Cecile C. Quillen Rehabilitation Hospital at 2511 Wesley Street, Johnson City (Washington County), TN 37601 to Johnson City Medical Center located at 400 North State of Franklin Road, Johnson City (Washington County), TN 37604. The project will occupy 7,590 square feet at Johnson City Medical Center. No new services will be initiated and no major medical equipment will be purchased.
\$ 13,000.00

Princeton Transitional Care
2511 Wesley Street
Johnson City (Washington County), TN 37601
CN1008-038
Contact Person: Tony Benton, VP, Strategic Planning
Phone No. 423-431-6824

The relocation of Princeton Transitional Care, a thirty-four (34) bed skilled nursing facility from the existing location in North Side Hospital located at 401 Princeton Road, Johnson City (Washington County), TN 37601 to a new location at James H. and Cecile C. Quillen Rehabilitation Hospital at 2511 Wesley Street, Johnson City (Washington County), TN 37601. The project will occupy 20,272 square feet at James H. and Cecile C. Quillen Rehabilitation Hospital. If approved, twenty-one (21) rehabilitation beds will be delicensed from James H. and Cecile C. Quillen Rehabilitation Hospital. No new services will be initiated and no major medical equipment will be purchased.
\$ 696,942.00

APPEALS OF AGENCY DECISIONS

<u>FACILITY</u>	<u>DOCKET #</u>	<u>DESCRIPTION</u>	<u>Approved/ Denied</u>
Lebanon Healthcare Partners, LLC d/b/a Surgery Center of Lebanon Lebanon, Wilson County CN0906-036A	25.00-07734J	Appeal of Approval of CON	4/28/2010
United Regional Medical Center Manchester, Coffee County CN0707-060A	25.00- 097676J	Appeal of Approval of CON	12/12/2007
United Regional Medical Center Nursing Home Manchester, Coffee County CN0707-061A	25.00- 097677J	Appeal of Approval of CON	12/12/2007

Health Services and Development Agency Members

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(Hospital)

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(Physician)

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(Consumer, Speaker of the House)

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William Southwick
(Ambulatory Surgical Treatment Centers)

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(Nursing Home)

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